

M 2K
5/17

M

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

RECEIVED
JAN 28 2005
DIV. OF OIL, GAS & MINING

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) Jan 2004 To (mo./yr.) Dec 2004
2. DOGM File Number (Mine No): M /043/014
3. Mine Name: Henefer Red Clay
4. Mineral(s) Mined (or permitted to mine): Clay
5. Type of mine Surface Mine or Underground Mine
6. Legal Description (Location of Lands Affected):
N~~1~~² ~~W~~^E SE 1/4, ___ 1/4, Section 33, Township 4N, Range 4E
S~~1~~² ~~W~~^E NE 1/4, ___ 1/4, Section 34, Township 4N, Range 4E
NE 1/4, SE 1/4, ___ 1/4, Section 34, Township 4N, Range 4E
7. Name of Operator or Company: Interpace Industries, Inc.
8. Permanent Street Address: 736 W Harrisville Rd.
City, State, Zip: Ogden, UT 84404
Phone: (801)782-7933 Fax: (801)782-5047
9. Company Representative (or designated operator):
Name: Aaron Hancock
Title: Assistant Plant Manager
Business Address: P.O. Box 12118
City, State, Zip: Ogden, UT 84412
Phone: (801)782-7933 Fax: (801)782-5047
 Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes No
2. If no - what was the last year of activity? _____
3. If yes - how much ore or mineral was mined? 0 (zero) tons

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

~~5,444 tons of clay were hauled from the stockpile pad.~~

5. How much **additional acreage** was disturbed during the past year? 0

6. How much acreage was **reclaimed** during the past year? 0

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

8. What is the **total disturbed acreage of entire project** at years end? 12.65

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

Will mine approximately 20,000 tons of clay and place on the stockpile pad. Will haul approximately 6,000 tons of clay.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information - R647-4-121.2 and .3

1. **The operator shall include an updated map depicting surface disturbance and reclamation performed during the year**, prepared in accordance with Rule R647-4-105.
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

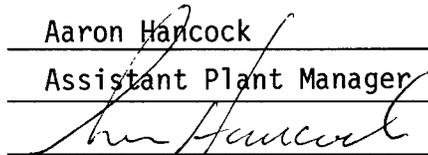
Name (Typed or Print):

Aaron Hancock

Title of Operator:

Assistant Plant Manager

Signature of Operator:



Date:

January 27, 2005